

PROPOSED NEW NGC REGULATION 6.118

PURPOSE OF REGULATION: To require a licensee to obtain a signed statement from the patron each time a credit application is accepted by a licensee, and each time a credit instrument is signed by a patron acknowledging that the patron understands that under Nevada law, a credit instrument is identical to a personal check and it may be deposited in a bank or other financial institution on which the check is drawn, and that willfully drawing or passing a personal check with the intent to defraud, including knowing that there are insufficient funds in an account upon which the credit instrument may be drawn, is a crime in the State of Nevada and may result in criminal prosecution in addition to civil proceedings to collect the outstanding debt; to provide that all documents created pursuant to this section must be retained in accordance with the requirements of Regulation 6.060; to take such additional action as may be necessary and proper to effectuate these stated purposes.

ACCOUNTING REGULATIONS

(Draft date: 07/19/05)

6.118 Mandatory disclosure provisions for credit applications and credit instruments.

1. Each credit application must contain a statement approved by the Chairman, and separately signed by the patron, acknowledging his understanding, that a credit instrument is the same as a personal check, and knowingly writing a credit instrument with insufficient funds in the account upon which it is drawn, or with intent to defraud, is a criminal act in the State of Nevada which may result in criminal prosecution. The following language, if used on a credit application, is deemed approved:

“Warning: For the purposes of Nevada law, a credit instrument is identical to a personal check and may be deposited to a bank or other financial institution on which the credit instrument is drawn. Willfully drawing or passing a credit instrument with the intent to defraud, including knowing that there are insufficient funds in an account upon which it may be drawn, is a crime in the State of Nevada which may result in criminal prosecution in addition to civil proceedings to collect the outstanding debt.”

2. Each credit instrument must contain a notification, approved by the Chairman, permanently and legibly printed on the face of the original credit instrument and each copy, in a font size of not less than 9 points, that notifies the patron of the requirements of Nevada law regarding

personal checks. The following language, if used on a credit instrument, is deemed approved:

“A credit instrument is identical to a personal check. Willfully drawing or passing a credit instrument knowing there are insufficient funds in an account upon which it may be drawn, or with the intent to defraud, is a crime in the State of Nevada which may result in criminal prosecution.”

3. All documents created pursuant to this section must be retained in accordance with the requirements of Regulation 6.060.

(Effective:_____)

Effective Date Note:

Regulation 6.118 will become effective 90 days upon approval by the Nevada Gaming Commission.